



7 November, 2013

Mr. Tariq Malik  
Chairman,  
National Database and Registration Authority,  
Islamabad.

Sub: Procurement of 20 million Security Paper for Child Registration Certificate (CRC)

Dear Sir,

Transparency International Pakistan requested the Minister of Interior vide its letter dated 6<sup>th</sup> October 2013, about the procurement of Security Paper for Child Registration Certificate etc from Pakistan Security Papers Ltd. **Annex-A**.

It was reported to the minister that a national public sector company was established in Pakistan in 1965 for the very purpose of manufacturing of banknotes, prize bonds, non-judicial stamp paper, share certificates, etc and Watermarked Certificate/ degree papers for various educational institutions of Pakistan, Security Papers Limited (SPL). It is a joint venture company of Iran, Turkey and Pakistan.

Subsequently, Transparency International Pakistan came to know that under the laws of Pakistan, no one is allowed to import Security Paper in Pakistan, which has to be procured only from Pakistan, Security Papers Limited.

And in case Pakistan, Security Papers Limited is unable to supply the required Security Paper, it will have to issue a "No Objection Certificate" to the procuring agency, and then only the procuring agency can initiate tendering process.

**Ministry of Commerce  
IMPORT POLICY ORDER, 2013**

**PART-II**  
**PROCEDURAL REQUIREMENTS**

S.No.	PCT Codes.	Commodity Description	Conditions
12.	4802.5600 4802.5700	Security Paper.	Importable on the recommendation of Security Printing Corporation of Pakistan (Pvt) Limited and only against specific orders; provided that Pakistan Security Papers certifies that it is not able to meet the requirement from its stock and gives NOC for imports.

Therefore, according to the Ministry of Commerce Import Policy 2013, S.R.O. 193 (I)/ 2013 procurement of Security Paper becomes a proprietary item under Rule No 42 (c) (ii).



Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

With regards,

Syed Adil Gilani,  
Adviser

Copies forwarded for the action under rules, and information of:

1. Secretary to the Prime Minister, Islamabad
2. Federal Minister for Interior, Islamabad,
3. Chairman, NAB, Islamabad.
4. Registrar SC, Islamabad.
5. Managing Director, PPRA, Islamabad,



# TRANSPARENCY INTERNATIONAL - PAKISTAN

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6<sup>th</sup> October, 2013

Ch. Nisar Ali Khan,  
Federal Minister,  
Ministry of Interior,  
Islamabad.

Sub: Procurement of Security papers by Passport and NADRA from Security Papers Limited (SPL)

Dear Sir,

Transparency International Pakistan has noticed that Passport department and NADRA has been involved in non core activities of procurement of security papers for passport, certificates, cards etc. There has been allegations of favoritism or non compliance of Public Procurement Rules 2004 in many procurements, like passport paper was delayed for months last year, causing 3-4 months delay in issuance of passports.

A national public sector company was established in Pakistan in 1965 for the very purpose of manufacturing of banknotes, prize bonds, non-judicial stamp paper, share certificates, etc and Watermarked Certificate/ degree papers for various educational institutions of Pakistan, Security Papers Limited (SPL). It is a joint venture company of Iran, Turkey and Pakistan.

State Bank of Pakistan, Pakistan Postal Services and many more have has outsourced printing and procurement of banknotes, prize bonds, non-judicial stamp paper to two public sector companies, Pakistan Security Printing Corporation Ltd and Security Papers Limited, established mainly for ensuring fool proof security, and quality work. TIP understand that the procurement from these two PSEs are being carried out under Public Procurement Rules 2004, with approval from PPRA for either these as proprietary supplies, or exemption granted under PPRA Ordinance Section 21, for national security reason. When SBP is following this practice successfully since decades, MoI may also adopt this.

Transparency International Pakistan request the minister that in the interest of timely supply of these security papers, examine the possibilities of Passport Department and NADRA for the procurement of security papers for passport, certificates, cards etc. from Security Papers Limited (SPL).

Transparency International Pakistan is striving for across the board application of Rule of Law, which is the only way to stop corruption.

Your Sincerely,

Syed Adil Gilani  
Adviser,

Copies forwarded for information and appropriate action under the mandate vested, to,

1. Secretary to the Prime Minister, for information of the Prime Minister, , Islamabad.
2. Minister of Interior, Islamabad
3. DG NAB (A & P), NAB, Islamabad.
4. Registrar, Supreme Court Pakistan.
5. Managing Director PPRA, Islamabad.